

1234567 SAMPLE BANK HOLDING COMPANY  
 RICHMOND VA FR Dist: 5  
 Assets: 13,711,410 Peer: 1

INSURANCE AND FOREIGN ACTIVITIES

PAGE 15

INSURANCE ACTIVITIES (\$000)	mmmm YYYY
Total Insurance-Related Assets	0
Reinsurance Recoverables (P&C)	0
Separate Account Assets (L/H)	0
Claims and Claims Adj Exp Reserves (P&C)	0
Unearned Premiums (P&C)	0
Policyholder Benef Contracthold Funds (L/H)	0
Separate Account Liabilities (L/H)	0
Insurance-Related Net Income	0
Insurance Commissions & Fees (excl Prem)	0
Premiums	0
Ins Benefits, Losses, Expenses	0

ANALYSIS RATIOS	BHC	PEER 01	PCT
Insurance Assets/Total Assets	0.00	0.06	25
Reinsurance Recov (P&C)/Total Assets	0.00	0.00	43
Separate Acct Assets (L&H)/Total Assets	0.00	0.00	45
Insurance-Related Net Inc/Total Net Inc	0.00	0.72	28
Insur Comm&Fees (excl Prem)/Nonint Inc	0.00	2.11	9
Premiums/Noninterest Income	0.00	0.00	45
Insur Benef, Losses, Exp/Tot Overhd Exp	0.00	0.11	31
Insur Benef, Losses, Exp/Insur Comm&Fee	NA	11.32	NA

FOREIGN ACTIVITIES (\$000)	mmmm YYYY	mmmm YYYY	YYYY	YYYY	YYYY
Total Foreign Loans and Leases	1,434,360	2,238,798	1,987,486	2,284,022	2,386,519
Real Estate Loans	277,617	719,619	654,399	730,053	725,650
Commercial and Industrial Loans	502,049	762,377	659,743	772,539	961,114
Loans to Dep Inst & Other Banks Accept	209,521	240,921	215,908	243,205	48,091
Loans to Foreign Govts and Inst	13,987	285	669	478	278
Loans to Individuals	281,097	279,391	264,933	283,486	276,633
Agricultural Loans	281	23,001	19,685	24,725	33,343
Other Foreign Loans	94,326	153,756	114,453	164,785	228,704
Lease Financing Receivables	55,482	59,448	57,696	64,751	112,706
Debt Securities	40,574	60,795	40,174	72,210	111,299
Interest-Bearing Bank Balances	410,798	224,387	188,042	276,952	418,071
Total Selected Foreign Assets	1,885,732	2,544,745	2,237,103	2,654,614	2,917,823
Total Foreign Deposits	2,189,942	2,549,576	2,593,356	2,851,527	2,715,284
Interest-Bearing Deposits	1,655,568	1,974,266	2,004,313	2,238,875	2,026,132
Non-Interest-Bearing Deposits	534,374	575,310	589,043	612,652	689,152

ANALYSIS RATIOS	BHC	PEER 01	PCT	BHC	PEER 01	PCT	BHC	PEER 01	PCT	BHC	PEER 01	BHC	PEER 01
Yield: Foreign Loans	9.21	3.72	80	7.13	3.75	72	7.88	3.94	76	7.05	3.72	7.90	3.96
Cost: Interest-Bearing Deposits	5.69	5.50	68	4.71	5.54	9	5.69	6.07	29	4.36	4.95	5.58	5.39
NET LOSSES AS % OF FOREIGN LNS&LS BY TYPE:													
Real Estate Loans	4.61	1.07	83	0.06	0.20	20	0.23	0.27	50	0.19	1.44	0.04	2.14
Commercial and Industrial Loans	5.42	5.30	81	1.62	1.80	72	3.32	2.40	77	3.67	4.62	2.40	1.38
Foreign Governments and Inst	0.00	0.00	50	0.00	-0.08	50	0.00	-0.08	53	0.00	0.02	0.00	0.17
Leases	NA	0.16	NA	NA	0.30	NA	0.07	0.17	33	0.24	0.76	NA	0.51
GROWTH RATES:													
Net Loans and Leases	-35.93	17.64	15	-3.45	23.39	38	-12.98	23.97	27	-4.29	36.00	2.04	42.84
Total Selected Assets	-25.90	18.69	17	-12.00	134.90	21	-15.73	19.75	18	-9.02	141.76	4.58	37.01
Deposits	-14.11	-3.66	42	-14.29	132.35	16	-9.05	38.29	24	5.02	106.84	0.72	39.36

---

## Insurance and Foreign Activities

BHCPR page 15 provides information about a bank holding company's insurance activities and activities in foreign offices, Edge Act subsidiaries, or International Banking Facilities (IBFs).

### Insurance Activities

#### *Total Insurance-Related Assets*

The amount of total consolidated assets that are specific to insurance activities of the bank holding company.

#### *Reinsurance Recoverables (Property and Casualty)*

Reinsurance recoverables from unaffiliated reinsurers.

#### *Separate Account Assets (Life and Health)*

All assets qualifying under GAAP for separate account summary total presentation in the insurer's balance sheet.

#### *Claims and Claims Adjustment Expense Reserves (Property and Casualty)*

The liability for unpaid claims and claims adjustment expense reserves, gross of reinsurance, which represents the estimated ultimate cost of settling claims, net of estimated recoveries, and including all costs expected to be incurred in connection with the settlement of unpaid claims.

#### *Unearned Premiums (Property and Casualty)*

The reserve for unearned premiums. Unearned premiums represent the unexpired portion of policy premiums.

#### *Policyholder Benefits and Contractholder Funds (Life and Health)*

The liability for future policy ben-

efits, which represents the present value of future policy benefits to be paid to or on behalf of policyholders and related expenses less the present value of future net premiums. This item also includes contractholder funds that represent receipts from the issuance of universal life, corporate owned life insurance, pension investment and certain deferred annuity contracts.

#### *Separate Account Liabilities (Life and Health)*

Liabilities qualifying under GAAP for separate account summary presentation in the insurer's balance sheet.

#### *Insurance-Related Net Income*

Consolidated net income attributable to insurance-related activities of the bank holding company.

#### *Insurance Commissions and Fees (Excluding Premiums)*

Income from insurance agency and brokerage operations; service charges, commissions and fees from the sale of insurance and related services; and management fees from separate accounts, deferred annuities and universal life products. In addition, it includes the bank holding company's proportionate share in the income or loss of unconsolidated subsidiaries, associated companies, and joint ventures that are principally engaged in insurance underwriting, reinsurance, or insurance sales activities.

#### *Premiums*

The amount of premiums earned by property-casualty insurers and the amount of insurance premiums written by life and health insurers.

#### *Insurance Benefits, Losses, and Expenses*

Current and future insurance benefits, interest credited to contractholders, policyholder dividends, amortization of deferred acquisition

cost, claims and claims adjustment expenses and any other operating expenses, excluding salaries and overhead expenses.

### Analysis Ratios

#### *Insurance Assets/Total Assets*

The amount of total consolidated assets that are specific to insurance activities divided by consolidated assets of the bank holding company.

#### *Reinsurance Recoverables (Property and Casualty)/Total Assets*

Reinsurance recoverables from unaffiliated reinsurers divided by consolidated assets of the bank holding company.

#### *Separate Account Assets (Life and Health)/Total Assets*

All assets qualifying under GAAP for separate account summary total presentation in the insurer's balance sheet divided by consolidated assets of the bank holding company.

#### *Insurance-Related Net Income/Total Net Income*

Consolidated net income attributable to insurance-related activities divided by total net income of the bank holding company.

#### *Insurance Commissions and Fees (Excluding Premiums)/Non-Interest Income*

Income from insurance agency and brokerage operations; service charges, commissions and fees from the sale of insurance and related services; and management fees from separate accounts, deferred annuities and universal life products and the bank holding company's proportionate share in the income or loss of unconsolidated subsidiaries, associated companies, and joint ventures that are principally engaged in insurance underwriting, reinsurance, or

insurance sales activities divided by total non-interest income.

#### *Premiums/Non-Interest Income*

The amount of premiums earned by property-casualty insurers and the amount of insurance premiums written by life and health insurers divided by total non-interest income.

#### *Insurance Benefits, Losses, and Expenses/Total Overhead Expense*

Current and future insurance benefits, interest credited to contract-holders, policyholder dividends, amortization of deferred acquisition costs, claims and claims adjustment expenses and any other operating expenses, excluding salaries and overhead expenses divided by total overhead expense.

#### *Insurance Benefits, Losses, and Expenses/Insurance Commissions and Fees*

Current and future insurance benefits, interest credited to contract-holders, policyholder dividends, amortization of deferred acquisition cost, claims and claims adjustment expenses and any other operating expenses, excluding salaries and overhead expenses divided by insurance commissions and fees including premiums.

### **Foreign Activities**

#### *Total Foreign Loans*

The sum of real estate loans to non-U.S. addresses, commercial and industrial loans to non-U.S. addressees, loans to non-U.S. depository institutions, loans to foreign governments and official institutions, loans to individuals in foreign offices, or agricultural other loans in foreign offices, and foreign lease financing receivables. (Note: This total represents the loan and lease balance before deducting unearned income.)

#### *Real Estate Loans*

Loans secured by real estate to non-

U.S. addressees. Prior to March 31, 2001, this item reflects consolidated real estate loans minus domestic real estate loans.

#### *Commercial and Industrial Loans*

Loans for commercial and industrial purposes to non-U.S. addressees (domicile), which are sole proprietorships, partnerships, corporations, and other business enterprises.

#### *Loans to Depository Institutions*

Loans to U.S. and foreign branches of banks chartered and headquartered in a foreign country.

#### *Loans to Foreign Governments and Institutions*

Loans to governments in foreign countries, to their official institutions, and to international and regional institutions.

#### *Loans to Individuals*

Consolidated loans to individuals minus domestic loans to individuals.

#### *Agricultural Loans*

Consolidated agricultural loans minus domestic agricultural loans.

#### *Other Foreign Loans*

Consolidated other loans minus domestic other loans.

#### *Lease Financing Receivables*

Outstanding receivable balances related to direct financing and leases on property acquired for leasing to non-U.S. addressees.

#### *Debt Securities*

Debt securities issued by non-U.S. chartered corporations, foreign governments, or special international organizations. These securities are valued at amortized cost if classified as held-to-maturity or at fair value if classified as available-for-sale.

#### *Interest-Bearing Bank Balances*

Total interest-bearing balances due

from depository institutions and foreign central banks that are held in the BHC's foreign offices, Edge or Agreement subsidiaries, IBFs, or consolidated subsidiaries located outside the fifty states of the United States and the District of Columbia.

#### *Total Selected Foreign Assets*

The sum of foreign loans and leases, foreign debt securities, and interest-bearing balances in foreign offices, Edge or Agreement subsidiaries, and IBFs.

#### *Total Foreign Deposits*

Foreign interest-bearing and non-interest-bearing deposits.

#### *Interest-Bearing Deposits*

Interest-bearing deposits in foreign offices, Edge or Agreement subsidiaries, and IBFs.

#### *Non-Interest-Bearing Deposits*

Non-interest-bearing deposits in foreign offices, Edge or Agreement subsidiaries, and IBFs.

### **Analysis Ratios**

#### *Yield: Foreign Loans*

Interest and fee income on loans in foreign offices, Edge or Agreement subsidiaries, and IBFs divided by average foreign loans.

#### *Cost: Interest-Bearing Deposits*

Interest expense on foreign deposits divided by (four-point) average foreign interest-bearing deposits.

#### *Net Losses as a Percent of Foreign Loans and Leases by Type*

##### *(Net Losses as a Percent of) Real Estate Loans*

Charge-offs less recoveries on real estate loans to non-U.S. addressees (annualized) divided by real estate loans to non-U.S. addressees.

---

*(Net Losses as a Percent of)  
Commercial and Industrial Loans*

Charge-offs less recoveries on commercial and industrial loans to non-U.S. addressees (annualized) divided by commercial and industrial loans to non-U.S. addressees.

*(Net Losses as a Percent of)  
Foreign Governments and Institutions*

Charge-offs less recoveries on loans

to foreign governments and institutions (annualized) divided by loans to foreign governments and institutions.

*(Net Losses as a Percent of)  
Leases*

Charge-offs less recoveries on lease financing receivables to non-U.S. addressees (annualized) divided by lease financing receivables to non-U.S. addressees.

## **Growth Rates**

This section presents the percentage changes for foreign loans and leases (net of unearned income, allowance for loan and lease losses, and allocated transfer risk reserve), selected foreign assets, and foreign deposits. (See the description of Growth Rates on page 2-3.)

1234567 SAMPLE BANK HOLDING COMPANY  
 RICHMOND VA FR Dist: 5  
 Assets: 13,711,410 Peer: 1

PARENT COMPANY INCOME STATEMENT

PAGE 16

OPERATING INCOME (\$000)	mm YYYY	mmmm YYYY	YYYY	YYYY	YYYY	PERCENT CHANGE	
						1-YR	5-YR
Income From Bank Subsidiaries	24,019	23,096	95,481	91,664	95,465	4.0	-12.0
Dividends	20,949	20,749	83,945	82,795	85,600	1.0	-19.8
Interest	3,070	2,347	11,536	8,869	9,865	30.8	156.1
Management and Service Fees	0	0	0	0	0	NA	NA
Other Income	0	0	0	0	0	NA	NA
Income From Nonbank Subsidiaries	581	566	7,433	1,761	255	2.7	NA
Dividends	517	500	7,176	1,500	0	3.4	NA
Interest	64	66	257	261	255	-3.0	NA
Management and Service Fees	0	0	0	0	0	NA	NA
Other Income	0	0	0	0	0	NA	NA
Income From Subsidiary BHCs	0	0	0	0	0	NA	NA
Dividends	0	0	0	0	0	NA	NA
Interest	0	0	0	0	0	NA	NA
Management and Service Fees	0	0	0	0	0	NA	NA
Other Income	0	0	0	0	0	NA	NA
Total Income From Subsidiaries	24,600	23,662	102,914	93,425	95,720	4.0	-9.9
Securities Gains (Losses)	-1,149	105	-509	7,009	-316	NA	NA
Other Operating Income	831	723	900	4,730	1,815	14.9	72.1
Total Operating Income	24,282	24,490	103,305	105,164	97,219	-0.9	-12.7
OPERATING EXPENSES (\$000)							
Personnel Expenses	487	232	0	690	1,197	109.9	122.4
Interest Expense	5,312	4,684	21,506	18,845	22,244	13.4	183.3
Other Expenses	2,908	2,559	9,229	10,090	9,118	13.6	145.4
Provision for Loan and Lease Losses	0	0	0	0	0	NA	NA
Provision for Allocated Transfer Risk	0	0	0	0	0	NA	NA
Total Operating Expenses	8,707	7,475	30,735	29,625	32,559	16.5	165.5
Income (Loss) Before Taxes	15,575	17,015	72,570	75,539	64,660	-8.5	-36.5
Applicable Income Taxes (Credit)	-1,862	-1,260	-5,032	-1,192	-6,070	NA	NA
Extraordinary Items	0	0	0	0	0	NA	NA
Income Before Undist Inc of Subs	17,437	18,275	77,602	76,731	70,730	-4.6	-30.3
Equity in Undistributed Inc of Subs	16,240	21,490	36,059	56,226	36,234	-24.4	111.2
Bank Subsidiaries	15,883	20,931	40,038	51,209	30,854	-24.1	451.5
Nonbank Subsidiaries	357	559	-3,979	5,017	5,380	-36.1	-92.6
Subsidiary BHCs	0	0	0	0	0	NA	NA
Net Income (Loss)	33,677	39,765	113,661	132,957	106,964	-15.3	3.0
MEMORANDA							
Bank Net Income	36,832	41,680	123,983	134,004	116,454	-11.6	27.1
Nonbank Net Income	874	1,059	3,197	6,517	5,380	-17.5	-81.8
Subsidiary BHCs' Net Income	0	0	0	0	0	NA	NA

---

## Parent Company Income Statement (\$000)

BHCPR page 16 presents the parent company income statement (Schedule PI of the FR Y-9LP) and shows dollar balances and growth rates of operating income and operating expense items. Operating income items consist of income flows from the bank, nonbank, and bank holding company subsidiaries and include dividends, interest income, management and service fees, and other income. Operating expenses include personnel expenses, interest expense, provision for loan and lease losses, and other expenses. Dollar values and growth rates of bank, nonbank, and subsidiary BHCs' net income are also presented in the memoranda section.

The last two columns on the right provide one- and five-year percent changes for each parent company income and expense category. (See the description of Growth Rates on page 2-3.)

### Operating Income

#### *Income from Bank Subsidiaries*

Total income (dividend income, interest income, management and service fees, and other income) from direct investments in and transactions with direct and indirect bank subsidiaries and associated banks, excluding equity in undistributed income.

#### *Dividends (From Bank Subsidiaries)*

Dividend income declared or paid to the bank holding company by bank subsidiaries and associated banks.

#### *Interest (From Bank Subsidiaries)*

Interest income to the bank holding company on extensions of credit to, and paid or payable by, bank subsidiaries and associated banks.

#### *Management and Service Fees (From Bank Subsidiaries)*

Management and service fees to the bank holding company in connection

with services rendered to, and paid or payable by, bank subsidiaries and associated banks.

#### *Other Income (From Bank Subsidiaries)*

All other income to the bank holding company that relates to transactions with, and paid or payable by, bank subsidiaries and associated banks.

#### *Income from Nonbank Subsidiaries*

Total income (dividend income, interest income, management and service fees, and other income) from direct investments in and transactions with direct and indirect nonbank subsidiaries and associated nonbank companies, excluding equity in undistributed income and income from banks, subsidiaries of banks, and Edge Act and Agreement subsidiaries.

#### *Dividends (From Nonbank Subsidiaries)*

Dividend income declared or paid to the bank holding company by nonbank subsidiaries and associated nonbank companies.

#### *Interest (From Nonbank Subsidiaries)*

Interest income to the bank holding company on extensions of credit to, and paid or payable by, nonbank subsidiaries and associated nonbank companies.

#### *Management and Service Fees (From Nonbank Subsidiaries)*

Management and service fees to the bank holding company in connection with services rendered to, and paid or payable by, nonbank subsidiaries and associated nonbank companies.

#### *Other Income (From Nonbank Subsidiaries)*

All other income to the bank holding company that relates to transactions with, and paid or payable by, non-

bank subsidiaries and associated nonbank companies.

#### *Income from Subsidiary BHCs*

Total income (dividend income, interest income, management and service fees, and other income) from direct investments in and transactions with direct and indirect subsidiary bank holding companies and associated bank holding companies, excluding equity in undistributed income.

#### *Dividends (From Subsidiary BHCs)*

Dividend income declared or paid to the bank holding company by bank holding company subsidiaries and associated bank holding companies.

#### *Interest (From Subsidiary BHCs)*

Interest income to the bank holding company on extensions of credit to, and paid or payable by, bank holding company subsidiaries and associated bank holding companies.

#### *Management and Service Fees (From Subsidiary BHCs)*

Management and service fees to the bank holding company in connection with services rendered to, and paid or payable by, bank holding company subsidiaries and associated bank holding companies.

#### *Other Income (From Subsidiary BHCs)*

All other income to the bank holding company that relates to transactions with, and paid or payable by, bank holding company subsidiaries and associated bank holding companies.

#### *Total Income from Subsidiaries*

The sum of dividend income, interest income, management and service fees, and other income received from bank, nonbank, and bank holding company subsidiaries.

### *Securities Gains (Losses)*

The net gain or loss realized from the sale, exchange, redemption, or retirement of securities.

### *Other Operating Income*

All other operating income, excluding income from subsidiaries and associated companies.

### *Total Operating Income*

The sum of total income from subsidiaries, securities gains (losses), and other operating income.

## **Operating Expenses**

### *Personnel Expenses*

Expenses on salaries, wages of officers and employees, pensions, and employee benefits.

### *Interest Expense*

Interest expense on all debt instruments issued by the bank holding company.

### *Other Expenses*

All other operating expenses of the bank holding company including amortization of intangible assets.

### *Provision for Loan & Lease Losses*

The year-to-date provision for loan and lease losses.

### *Provision for Allocated Transfer Risk*

The provision for allocated transfer risk reserve as specified in Section 905(a) of the International Lending Supervision Act of 1983, in the agency regulations implementing the Act (Subpart D of Federal Reserve Regulation K, Part 351 of the FDIC's Rules

and Regulations, and Part 20 of the Comptroller of the Currency's Regulations), and in any guidelines, letters, or instructions issued by the agencies.

### *Total Operating Expenses*

The sum of personnel expenses, interest expense, other expenses, and the provision for loan and lease losses, including the provision for allocated transfer risk.

### *Income (Loss) before Taxes*

Total operating income minus total operating expenses.

### *Applicable Income Taxes (Credit)*

The estimated amount of current and deferred income taxes, federal, state, and local (estimated or accrued) on a parent company only basis.

### *Extraordinary Items*

The net amount of extraordinary items less applicable taxes including non-operating items.

### *Income before Undistributed Income of Subsidiaries*

The sum of income before taxes and extraordinary items minus applicable income taxes.

### *(Equity in Undistributed Income of) Subsidiaries*

The parent company's equity in the undistributed income of bank, nonbank, and bank holding company subsidiaries less applicable taxes.

### *(Equity in Undistributed Income of) Bank Subsidiaries*

The parent company's equity in the undistributed income of bank subsidiaries, Edge Act and Agreement

subsidiaries, and associated banks less applicable taxes.

### *(Equity in Undistributed Income of) Nonbank Subsidiaries*

The parent company's equity in the undistributed income of nonbank subsidiaries and associated nonbank companies less applicable taxes.

### *(Equity in Undistributed Income of) Subsidiary BHCs*

The parent company's equity in the undistributed income of bank holding company subsidiaries and associated bank holding companies less applicable taxes.

### *Net Income (Loss)*

Income (loss) before undistributed income of subsidiaries and associated companies plus equity in undistributed income of subsidiaries and associated companies.

## **Memoranda**

### *Bank Net Income*

Dividends from bank subsidiaries and associated banks plus equity in undistributed income of bank subsidiaries, Edge Act and Agreement subsidiaries, and associated banks.

### *Nonbank Net Income*

Dividends from nonbank subsidiaries and associated nonbank companies plus equity in undistributed income of nonbank subsidiaries and associated nonbank companies.

### *Subsidiary BHCs' Net Income*

Dividends from subsidiary bank holding companies plus equity in undistributed income of subsidiary bank holding companies.





1234567 SAMPLE BANK HOLDING COMPANY  
 RICHMOND VA FR Dist: 5  
 Assets: 13,711,410 Peer: 1

PARENT COMPANY BALANCE SHEET

PAGE 17

ASSETS (\$000)	mmmm	YYYY	% OF TOTAL	mmmm	YYYY	% OF TOTAL	mmmm	YYYY	% OF TOTAL	mmmm	YYYY	% OF TOTAL	PERCENT CHANGE 1-YR	PERCENT CHANGE 5-YR
Investment in Bank Subs	1,428,386		83.7	1,307,468		84.7	1,367,396		82.2	1,294,599		82.2	9.3	63.4
Common and Preferred Stock	1,325,925		77.7	1,197,047		77.5	1,262,946		75.9	1,182,187		75.9	10.8	51.7
Exc Cost Over Fair Value	102,461		6.0	110,421		7.2	104,450		6.3	112,412		6.3	-7.2	NA
Loans, Adv, Notes, & Bonds	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Other Receivables	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Investment in Nonbank Subs	55,274		3.2	59,036		3.8	54,854		3.3	58,812		3.3	-6.4	-70.8
Common and Preferred Stock	55,200		3.2	58,962		3.8	54,843		3.3	58,534		3.3	-6.4	-63.7
Exc Cost Over Fair Value	0	0.0		0	0.0		0	0.0		0	0.0		NA	-100.0
Loans, Adv, Notes, & Bonds	0	0.0		0	0.0		0	0.0		266	0.0		NA	NA
Other Receivables	74	0.0		74	0.0		11	0.0		12	0.0		0.0	NA
Investment in Sub BHCs	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Common and Preferred Stock	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Exc Cost Over Fair Value	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Loans, Adv, Notes, & Bonds	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Other Receivables	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
ASSETS EXCLUDING INV IN SUBS:														
Net Loans and Leases	0	0.0		0	0.0		0	0.0		0	0.0		NA	-100.0
Securities	20,111	1.2		533	0.0		698	0.0		553	0.0		+++++	-27.9
Sec Purchased (Rev Repos)	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Cash&Due Fr Affil Dep Inst	194,167	11.4		155,680	10.1		234,380	14.1		158,364	10.0		24.7	144.9
Cash&Due Fr Unrel Dep Inst	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Premises, Furn, Fix & Equip	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Intangible Assets	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Other Assets	8,202	0.5		21,913	1.4		7,253	0.4		13,696	0.9		-62.6	-54.3
Bal Due Fr Subs & Rel Inst	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Total Assets	1,706,140	100.0		1,544,630	100.0		1,664,581	100.0		1,526,024	100.0		10.5	42.1
LIABILITIES AND CAPITAL														
Deposits	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Securities Sold (Repos)	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Commercial Paper	125,119	7.3		97,712	6.3		154,664	9.3		97,319	6.4		28.1	68.0
Other Borrowings 1 Yr or Less	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Borrowings With Mat Over 1 Yr	90,000	5.3		90,000	5.8		90,000	5.4		90,000	5.9		0.0	50.0
Subordinated Notes and Deb	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Other Liabilities	13,505	0.8		25,437	1.7		15,114	0.9		22,928	1.5		-46.9	-31.1
Bal Due to Sub & Rel Inst	105,574	6.2		105,574	6.8		103,447	6.2		103,447	6.8		0.0	NA
Total Liabilities	334,198	19.6		318,723	20.6		363,225	21.8		313,694	20.6		4.9	116.9
Equity Capital	1,371,942	80.4		1,225,907	79.4		1,301,356	78.2		1,212,330	79.4		11.9	31.1
Perpetual Pfd Stk (Inc Sur)	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Common Stock	806	0.1		806	0.1		806	0.1		806	0.1		0.0	-99.0
Common Surplus	346,412	20.3		345,863	22.4		346,045	20.8		345,851	22.7		0.2	55.6
Retained Earnings	1,015,868	59.5		945,696	61.2		969,477	58.2		919,136	60.3		7.4	37.4
Accum Oth Comprehensive Inc	21,833	1.3		-50,695	-3.3		2,235	0.1		-43,065	-2.8		NA	627.0
Oth Equity Capital Compon	-12,977	-0.8		-15,763	-1.0		-17,207	-1.0		-10,398	-0.7		NA	NA
Total Liab and Equity Capital	1,706,140	100.0		1,544,630	100.0		1,664,581	100.0		1,526,024	100.0		10.5	42.1
MEMORANDA:														
Loans and Adv Fr Bank Subs	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Loans and Adv Fr Nonbk Subs	105,574	6.2		105,574	6.8		103,447	6.2		103,447	6.8		0.0	NA
Loans and Adv From Sub BHCs	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA
Subord&LT Debt 1 Yr or Less	0	0.0		0	0.0		0	0.0		0	0.0		NA	NA

---

## Parent Company Balance Sheet (\$000)

BHCPR page 17 provides the principal categories of the parent company balance sheet as reported in Schedule PC and PC-A of the FR Y-9LP (see Appendix G). A parent company's investments in bank, nonbank, and bank holding company subsidiaries, as well as other assets, liability, and equity items are displayed as dollar values for five time-periods and as a percentage of parent company total assets for three time periods. In addition, the last two columns present one-year and five-year growth rates of the account balances. (See the discussion of Growth Rates on page 2-3.)

### Assets

#### *Investment in Bank Subsidiaries*

The sum of equity investments in bank subsidiaries and associated banks and non-equity investments in and receivables due from bank subsidiaries and associated banks.

#### *Common and Preferred Stock (Bank Subsidiaries)*

Investments in the common stock and preferred stock (including surplus) of bank subsidiaries and associated banks excluding unamortized goodwill or other intangible assets.

#### *Excess of Cost over Fair Value (Bank Subsidiaries)*

The sum of unamortized goodwill and specifically identifiable intangible assets that are related to the acquisition of subsidiary banks and associated banks.

#### *Loans, Advances, Notes, and Bonds (Bank Subsidiaries)*

All assets of the bank holding company that represent extensions of credit to directly or indirectly held bank subsidiaries and associated banks and investments in debt instruments issued by bank subsidiaries and associated banks.

#### *Other Receivables (Bank Subsidiaries)*

All other assets that represent claims of the bank holding company on bank subsidiaries and associated banks.

#### *Investment in Nonbank Subsidiaries*

The sum of equity investments in nonbank subsidiaries and associated nonbank companies and non-equity investments in and receivables due from nonbank subsidiaries and associated nonbank companies.

#### *Common and Preferred Stock (Nonbank Subsidiaries)*

Investments in the common stock and preferred stock (including surplus) of nonbank subsidiaries and associated nonbank companies excluding unamortized goodwill or other intangible assets.

#### *Excess of Cost over Fair Value (Nonbank Subsidiaries)*

The sum of unamortized goodwill and specifically identifiable intangible assets that are related to the acquisition of nonbank subsidiaries and associated nonbank companies.

#### *Loans, Advances, Notes, and Bonds (Nonbank Subsidiaries)*

All assets of the bank holding company that represent extensions of credit to (directly or indirectly held) nonbank subsidiaries and associated nonbank companies, and investments in debt instruments issued by nonbank subsidiaries and associated nonbank companies.

#### *Other Receivables (Nonbank Subsidiaries)*

All other assets that represent claims of the bank holding company on nonbank subsidiaries and associated nonbank companies.

#### *Investment in Subsidiary BHCs*

The sum of equity investments in subsidiary bank holding companies and

non-equity investments in, and receivables due from, subsidiary and associated bank holding companies.

#### *Common and Preferred Stock (Subsidiary BHCs)*

Investments in the common stock and preferred stock (including surplus) of bank holding company subsidiaries and associated bank holding companies excluding unamortized goodwill or other intangible assets.

#### *Excess of Cost over Fair Value (Subsidiary BHCs)*

The sum of unamortized goodwill and specifically identifiable intangible assets that are related to the acquisition of subsidiary and associated bank holding companies.

#### *Loans, Advances, Notes, and Bonds (Subsidiary BHCs)*

All assets of the bank holding company that represent extensions of credit to (directly or indirectly held) bank holding company subsidiaries and associated bank holding companies and investments in debt instruments issued by bank holding company subsidiaries, and associated bank holding companies.

#### *Other Receivables (Subsidiary BHCs)*

All other assets that represent claims of the bank holding company on subsidiary and associated bank holding companies.

### Assets Excluding Investment in Subsidiaries

#### *Net Loans and Leases*

Extensions of credit, net of unearned income, resulting from either direct negotiation between the bank holding company and its customers or the purchase of such assets from others.

---

### *Securities*

U.S. Treasury securities, obligations of other U.S. government agencies and corporations, obligations of other states and political subdivisions, and other debt and equity securities, excluding investments in subsidiaries and associated companies.

### *Securities Purchased (Reverse Repos)*

Securities purchased under agreements to resell other than securities purchased under resale agreements to maturity.

### *Cash and Balances Due from Subsidiary or Affiliated Depository Institutions*

All currency and coin, demand, time and savings balances, and other cash items due from or held with subsidiary or affiliated depository institutions.

### *Cash and Balances Due from Unrelated Depository Institutions*

All currency and coin, demand, time and savings balances, and other cash items due from or held with unrelated depository institutions.

### *Premises, Furniture, Fixtures and Equipment*

The book value, net of depreciation, of all premises, furniture, fixtures, and equipment.

### *Intangible Assets*

The sum of mortgage servicing assets, goodwill, and other identifiable intangible assets.

### *Other Assets*

All other assets including income earned, but not collected, and deferred income taxes (debit balance).

### *Balances Due from Subsidiaries and Related Institutions*

All balances due from subsidiaries and related institutions, other than investments and receivables.

### *Total Assets*

Total parent company assets, which include investments in subsidiaries, loans and leases (net of unearned income, allowance for loan and lease losses, and allocated transfer risk reserve), securities, federal funds sold and securities purchased under agreements to resell, cash and due from depository institutions, premises, furniture and fixtures, intangible and other assets, and balances due from subsidiaries and affiliated BHCs.

## **Liabilities and Capital**

### *Deposits*

Deposits issued by the parent company.

### *Securities Sold (Repos)*

Securities sold under agreements to repurchase other than securities sold under repurchase agreements to maturity.

### *Commercial Paper*

Outstanding commercial paper issued by the bank holding company to unrelated parties.

### *Other Borrowings with Maturity of 1 Year or Less*

The amount of money borrowed by the bank holding company with a remaining maturity of one year or less.

### *Borrowings with Maturity over 1 Year*

The amount of money borrowed by the bank holding company with a remaining maturity of more than one year.

### *Subordinated Notes and Debentures*

Subordinated debt issued by the bank holding company or its subsidiaries. This line item includes subordinated perpetual debt, limited-life preferred stock and related surplus, and outstanding equity contract and commitment notes that qualify as capital, as defined by the Federal

Reserve Board's capital adequacy guidelines.

### *Other Liabilities*

All other liabilities including expenses accrued and unpaid and deferred income taxes (credit balance).

### *Balances Due to Subsidiaries and Related Institutions*

All balances due to subsidiaries and related institutions including short- and long-term borrowings, accrued interest payable, and taxes payable.

### *Total Liabilities*

The sum of deposits, commercial paper and other borrowings with a remaining maturity of one year or less, other borrowed funds with a remaining maturity of greater than one year, subordinated notes and debentures, other liabilities, and balances due to other subsidiaries and related institutions.

### *Equity Capital*

The sum of perpetual preferred stock (including related surplus), common stock, common surplus, retained earnings, accumulated other comprehensive income, and other equity capital components minus treasury stock.

### *Perpetual Preferred Stock (Including Surplus)*

The aggregate par or stated value of all outstanding perpetual preferred stock including any amounts received in excess of its par or stated value.

### *Common Stock*

The aggregate par or stated value of outstanding common stock.

### *Common Surplus*

The net amount formally transferred to the surplus account including capital contributions and any amount received for common stock in excess of its par or stated value.

---

### *Retained Earnings*

The amount of retained earnings, including capital reserves, that result from the transfer of net income, declaration of dividends, transfers to surplus, or other appropriate entries.

### *Accumulated Other Comprehensive Income*

The amount of other comprehensive income in conformity with the requirements of FASB Statement No. 130, Reporting Comprehensive Income. Other comprehensive income includes net unrealized holding gains (losses) on available-for-sale securities, accumulated net gains (losses) on cash flow hedges, foreign currency translation adjustments, and minimum pension liability adjustments. From March 31, 1999 to December 31, 2000, this item includes net unrealized holding gains (losses) on available-for-sale securities, accumulated net gains (losses) reported on cash flow hedges, and foreign cur-

rency translation adjustments. Prior to March 31, 1999, accumulated net gains (losses) on cash flow hedges were not reported on the FR Y-9LP and are not included in this item.

### *Other Equity Capital Components*

The amount of all other equity capital components, including unearned Employee Stock Ownership Plan (ESOP) shares and the carrying value, at cost, of Treasury Stock.

### *Total Liabilities and Equity Capital*

Total liabilities and equity capital as reported in Schedule PC of the FR Y-9LP.

## **Memoranda**

### *Loans and Advances from Bank Subsidiaries*

The amount of borrowings of the parent company from subsidiary

banks and associated banks and Edge Act and Agreement subsidiaries.

### *Loans and Advances from Nonbank Subsidiaries*

The amount of borrowings of the parent company from nonbank subsidiaries and associated nonbank companies.

### *Loans and Advances from Subsidiary BHCs*

The amount of borrowings of the parent company from bank holding company subsidiaries and associated bank holding companies.

### *Subordinated and Long-Term Debt Maturing in 1 Year or Less*

The amount of liabilities (included in mandatory convertible securities, subordinated notes and debentures, and balances due to subsidiaries and related institutions) that are scheduled to mature within one year.

1234567 SAMPLE BANK HOLDING COMPANY  
 RICHMOND VA FR Dist: 5  
 Assets: 13,711,410 Peer: 1

PARENT COMPANY ANALYSIS - PART I

PAGE 18

	mmmm YYYY			mmmm YYYY			YYYY			YYYY			YYYY		
	BHC	PEER	01 PCT	BHC	PEER	01 PCT	BHC	PEER	01 PCT	BHC	PEER	01 PCT	BHC	PEER	01 PCT
<b>PROFITABILITY:</b>															
Net Income/Avg Equity Capital	10.27	14.32	16	13.12	16.42	24	9.21	15.24	11	10.99	16.66	9.22	15.41		
Bank Net Inc/Avg Eq Inv in Banks	10.54	14.18	20	12.81	14.87	34	9.41	14.05	20	10.44	15.72	9.97	14.72		
Nonbk Net Inc/Avg Eq Inv in Nonbanks	6.35	5.56	50	7.21	13.63	38	5.48	8.53	43	10.21	11.80	3.69	10.06		
Sub BHCs Net Inc/Avg Eq Inv in Sub BHCs	NA	11.47	NA	NA	15.17	NA	NA	14.00	NA	NA	13.01	NA	12.73		
Bank Net Income/Parent Net Income	109.37	78.54	83	104.82	72.77	84	109.08	76.44	88	100.79	73.84	108.87	76.96		
Nonbank Net Income/Parent Net Income	2.60	7.93	47	2.66	11.90	37	2.81	10.44	42	4.90	11.20	5.03	6.02		
Sub BHCs Net Inc/Parent Net Income	NA	55.57	NA	NA	53.59	NA	NA	55.74	NA	NA	56.13	NA	57.90		
<b>LEVERAGE:</b>															
Total Liabilities/Equity	24.36	38.16	41	26.00	40.72	50	27.91	37.72	46	25.88	39.82	28.83	41.57		
Total Debt/Equity Capital	15.68	21.61	45	15.31	23.44	54	18.80	21.27	52	15.45	22.81	18.33	25.02		
Total Debt/Equ Cap - Exc Over Fair Value	16.95	22.65	46	16.83	24.63	54	20.44	22.28	55	17.03	24.16	20.40	26.84		
Long-Term Debt/Equity Capital	6.56	13.93	45	7.34	15.49	46	6.92	13.78	47	7.42	15.63	7.59	17.67		
Short-Term Debt/Equity Capital	9.12	7.01	59	7.97	7.63	61	11.88	7.07	66	8.03	6.45	10.74	7.01		
Current Portion of LT Debt/Equity	0.00	0.28	33	0.00	0.18	30	0.00	0.32	32	0.00	0.22	0.00	0.66		
Exc Cost Over Fair Value/Equity Cap	7.47	2.27	82	9.01	1.95	83	8.03	2.37	80	9.27	1.99	10.15	2.36		
Long-Term Debt/Consolidated LT Debt	20.87	19.44	66	15.66	21.60	48	18.49	20.54	61	15.29	23.90	25.42	28.28		
<b>DOUBLE LEVERAGE:</b>															
Equity Investment in Subs/Equity	108.14	110.21	43	111.46	110.92	58	109.29	109.56	52	111.61	110.30	112.97	109.83		
Total Investment in Subs/Equity	108.14	123.38	24	111.47	125.53	35	109.29	122.54	26	111.64	124.57	112.97	127.20		
Equity Inv in Subs/Cons Eq Cap+Min Int	100.79	102.75	46	103.06	102.27	56	101.49	100.11	58	103.11	101.78	104.19	101.41		
Total Inv in Subs/Cons Eq Cap+Min Int	100.80	115.76	22	103.06	115.65	30	101.49	112.60	31	103.13	115.08	104.19	117.15		
<b>DOUBLE LEVERAGE PAYBACK:</b>															
Equity Inv in Subs - Eq Cap/Net Inc (X)	0.83	0.68	55	0.88	0.61	66	1.06	0.70	68	1.06	0.64	1.44	0.69		
Eq Inv in Subs - Eq Cap/Net Inc-Div (X)	1.45	1.66	50	1.34	1.54	57	2.11	1.60	72	1.80	1.50	2.84	1.75		
<b>COVERAGE ANALYSIS:</b>															
Op Inc-Tax + Noncash/Oper Exp + Div	121.95	127.94	54	132.00	131.33	64	133.36	152.37	44	135.58	141.30	130.37	135.74		
Cash Fl Fr Op+Noncash+Op Ex/Op Ex+Div	134.23	129.00	56	123.76	121.21	62	140.65	150.79	50	136.20	145.12	156.35	139.98		
Adj Cash Fl/Op Exp+Repaid LT Debt+Div	108.57	101.54	59	109.55	93.93	69	109.15	110.72	58	109.35	105.81	105.60	104.89		
Pretax Oper Inc + Int Exp/Int Expense	393.20	867.62	45	463.26	1774.12	50	437.44	1534.88	35	500.84	2446.21	390.69	926.97		
Div + Int From Subs/Int Exp + Div	125.03	120.66	60	129.83	136.32	63	131.98	163.04	39	127.13	153.16	127.59	160.92		
Fees+Other Inc From Subs/Sal + Oth Exp	0.00	25.00	25	0.00	27.87	23	0.00	27.65	22	0.00	28.06	0.00	27.05		
Net Inc/Curr Port of LT Debt+Pfd Div(X)	NA	208.98	NA	NA	345.30	NA	NA	279.84	NA	NA	2277.94	NA	593.57		
<b>OTHER RATIOS:</b>															
Net Assets Repr in 1 Yr/Total Assets	1.09	-1.44	66	0.49	-2.46	70	1.78	-1.62	73	0.71	-1.86	-0.12	-0.44		
<b>PAST DUE AND NONACCRUAL AS % OF LNS&amp;LS:</b>															
90+ Days Past Due	NA	0.02	NA	NA	0.00	NA	NA	0.00	NA	NA	0.00	0.00	0.00		
Nonaccrual	NA	0.04	NA	NA	0.06	NA	NA	0.04	NA	NA	0.12	0.00	2.00		
Total	NA	0.08	NA	NA	0.13	NA	NA	0.04	NA	NA	0.13	0.00	2.00		
<b>GUARANTEED LOANS AS % OF EQUITY CAP:</b>															
To Bank Subsidiaries	0.00	0.06	45	0.00	0.01	45	0.00	0.12	44	0.00	0.01	0.00	0.00		
To Nonbank Subsidiaries	0.00	0.60	41	0.00	1.15	41	0.00	0.36	42	0.00	0.65	0.00	0.49		
To Subsidiary BHCs	0.00	0.00	49	0.00	0.00	49	0.00	0.00	49	0.00	0.00	0.00	0.00		
Total	0.00	0.90	38	0.00	1.48	38	0.00	0.76	38	0.00	1.01	0.00	0.84		
<b>AS A % OF CONSOLIDATED BHC ASSETS:</b>															
Nonbank Assets of Nonbank Subsidiaries	2.19	8.02	43	2.08	6.97	48	2.09	7.93	50	2.05	6.57	0.10	5.58		
Combined Thrift Assets	1.39	0.28	88	1.31	0.26	88	1.33	0.20	90	1.28	0.29	0.00	0.25		
Combined Foreign Nonbank Sub Assets	0.00	0.13	33	0.00	0.06	35	0.00	0.14	34	0.00	0.06	0.00	0.06		

---

## Parent Company Analysis-Part I

BHCPR page 18 has six sections that present information on profitability, leverage, cash flow at the parent company level, and nonbank assets of nonbank subsidiaries. The first section provides profitability measures including the return on parent company equity, the return on equity investments by the parent company in bank, nonbank, or bank holding company subsidiaries, and the proportion of bank, nonbank, or bank holding company subsidiary income relative to parent net income. The second section presents leverage ratios indicating the degree of financial leverage in the capital structure, the reliance on long-term versus short-term debt, the degree of protection of creditors, and the extent to which a parent company acts as a financing vehicle for its subsidiaries. The third section presents four double leverage ratios that measure the extent to which the parent company uses debt to fund equity capital investments in subsidiaries. The double leverage payback period indicates the number of years required to eliminate the amount of double leverage based upon the current level of net income or retained earnings.

The fourth section contains coverage ratios that measure actual and potential earnings coverage of the parent company's cash requirements such as operating expenses, dividend payments to stockholders, and interest expenses.

The fifth section presents parent company ratios relating to net assets that are repriced within one year, loans and leases that are 90 days or more past due or in nonaccrual status, and the proportion of equity capital within subsidiaries accounted for by loans guaranteed by the parent.

The final section reports, as a percentage of consolidated BHC assets, the volume of nonbank assets of nonbank subsidiaries. Also shown in this section are thrift and foreign nonbank assets, each expressed as a

percentage of consolidated BHC assets.

### Profitability

#### *Net Income/Average Equity Capital*

Net income divided by average equity capital. Average equity capital is the cumulative sum of the quarterly average consolidated equity capital, excluding limited-life preferred stock (as reported in Schedule HC-K of the FR Y-9C report) for calendar quarters to date (four-point average). See page 2-3 for a description of the methods for calculating average balances.

#### *Bank Net Income/Average Equity Investment in Bank Subsidiaries*

The sum of dividends from bank subsidiaries and associated banks and equity in undistributed income of bank subsidiaries and associated banks divided by average equity investments in bank subsidiaries and associated banks.

#### *Nonbank Net Income/Average Equity Investment in Nonbank Subsidiaries*

The sum of dividends from nonbank subsidiaries and associated nonbank companies and equity in undistributed income of nonbank subsidiaries and associated nonbank companies divided by average equity investments in nonbank subsidiaries and associated nonbank companies.

#### *Subsidiary BHCs' Net Income/Average Equity Investment in Subsidiary BHCs*

The sum of dividends from subsidiary bank holding companies and equity in undistributed income of subsidiary bank holding companies divided by average equity investments in subsidiary bank holding companies.

#### *Bank Net Income/Parent Net Income*

The sum of dividends from banks

and equity in undistributed income of bank subsidiaries and associated banks divided by parent company net income.

#### *Nonbank Net Income/Parent Net Income*

The sum of dividends from non-bank subsidiaries and equity in undistributed income of nonbank subsidiaries and associated nonbank companies divided by parent company net income.

#### *Subsidiary BHCs' Net Income/Parent Net Income*

The sum of dividends from subsidiary bank holding companies and equity in undistributed income of subsidiary bank holding companies divided by parent company net income.

### Leverage

#### *Total Liabilities/Equity*

The sum of deposits, securities sold under agreements to repurchase, commercial paper, other borrowings with a remaining maturity of one year or less, other borrowed funds with a remaining maturity of greater than one year, subordinated notes and debentures (including limited-life preferred stock and related surplus), balances due to subsidiaries and other related institutions, and other liabilities divided by parent company equity capital.

#### *Total Debt/Equity Capital*

The sum of commercial paper, other borrowings with a remaining maturity of one year or less, borrowed funds with a remaining maturity of greater than one year, and subordinated notes and debentures (including limited-life preferred stock and related surplus), divided by parent company equity capital.

---

***Total Debt/Equity Capital Less Excess of Cost over Fair Value***

The sum of commercial paper, borrowings with a remaining maturity of one year or less, borrowed funds with a remaining maturity of greater than one year, and subordinated notes and debentures (including limited-life preferred stock and related surplus), divided by parent company equity capital minus the excess of cost over fair value (goodwill plus other intangible assets).

***Long-Term Debt/Equity Capital***

The sum of other borrowed funds with a remaining maturity of greater than one year, and subordinated notes and debentures (including limited-life preferred stock and related surplus), divided by parent company equity capital.

***Short-Term Debt/Equity Capital***

Commercial paper and borrowings with a remaining maturity of one year or less divided by parent company equity capital.

***Current Portion of Long-Term Debt/Equity Capital***

Amount of borrowings included in other borrowed funds with a remaining maturity of less than one year, and subordinated notes and debentures that are scheduled to mature within one year divided by parent company equity capital.

***Excess of Cost over Fair Value/Equity Capital***

The sum of goodwill and other intangible assets included in equity investments in bank subsidiaries and associated banks, in nonbank subsidiaries and associated nonbank companies, and in subsidiary bank holding companies divided by parent company equity capital.

***Long-Term Debt/Consolidated Long-Term Debt***

Parent company long-term debt (the sum of other borrowed funds with a

remaining maturity of greater than one year, and subordinated notes and debentures (including limited-life preferred stock and related surplus) divided by consolidated long-term debt.

**Double Leverage**

***Equity Investment in Subsidiaries/Equity Capital***

Equity investment in bank subsidiaries and associated banks, in nonbank subsidiaries and associated nonbanks, and in subsidiary bank holding companies divided by parent company equity capital.

***Total Investment in Subsidiaries/Equity Capital***

Total investments in and receivables due from subsidiaries and associated companies divided by parent company equity capital.

***Equity Investment in Subsidiaries/Consolidated Equity Capital + Minority Interest***

Equity investment in bank subsidiaries and associated banks, in nonbank subsidiaries and associated nonbanks, and in subsidiary bank holding companies divided by the sum of consolidated equity capital and cumulative preferred stock included in minority interest in consolidated subsidiaries.

***Total Investment in Subsidiaries/Subsidiaries/Consolidated Equity Capital + Minority Interest***

Total investments in and receivables due from subsidiaries and associated companies divided by the sum of consolidated equity capital and cumulative preferred stock included in minority interest in consolidated subsidiaries.

**Double Leverage Payback**

***Equity Investment in Subsidiaries Less Equity Capital/Net Income (X)***

The difference between equity invest-

ment in bank subsidiaries and associated banks, in nonbank subsidiaries and associated nonbanks, and in subsidiary bank holding companies and parent company equity capital divided by parent company net income. (This ratio is not expressed as a percent and is, therefore, not multiplied by 100.)

***Equity Investment in Subsidiaries Less Equity Capital/Net Income Less Dividends (X)***

The difference between equity investment in bank subsidiaries and associated banks, in nonbank subsidiaries and associated nonbanks, and in subsidiary bank holding companies and parent company equity capital divided by the difference between parent company net income and cash dividends declared. (This ratio is not expressed as a percent and is, therefore, not multiplied by 100.)

**Coverage Analysis**

***Operating Income Less Taxes Plus Noncash Items/Operating Expense Plus Dividends***

Total operating income minus applicable income taxes (or plus tax benefit) plus noncash items included in operating expense all divided by the sum of total operating expense and dividends declared.

***Cash Flow from Operations Plus Noncash Items Plus Operating Expense/Operating Expense Plus Dividends***

The sum of cash flow provided by operating activities, total operating expense, and noncash items included in operating expense divided by the sum of total operating expense and cash dividends declared.

***Adjusted Cash Flow/Operating Expense Plus Repaid Long-Term Debt Plus Dividends***

The sum of total cash flow (from operating, financing, and investing activities), operating expense, noncash items included in operating

expense, repaid long-term debt, and cash dividends declared divided by the sum of operating expenses, repaid long-term debt, and cash dividends declared.

*Pretax Operating Income Plus Interest Expense/Interest Expense*

Income before taxes and appropriate items plus interest expense divided by interest expense.

*Dividends Plus Interest from Subsidiaries/Interest Expense Plus Dividends*

Dividend and interest income from bank, nonbank, and bank holding company subsidiaries divided by the sum of interest expense and cash dividends declared.

*Fees Plus Other Income from Subsidiaries/Salaries Plus Other Expenses*

Management and service fees and other income from bank, nonbank, and bank holding company subsidiaries divided by salaries and employee benefits and other expenses.

*Net Income/Current Portion of Long-Term Debt Plus Preferred Dividends (X)*

Parent company net income divided by the sum of long-term debt that matures within one year and dividends declared on perpetual preferred and limited-life preferred stock. (This ratio is not expressed as a percent and is, therefore, not multiplied by 100.)

## Other Ratios

*Net Assets Repriceable in 1 Year/Total Assets*

The difference between current assets and the sum of short-term debt, long-term debt, and other debt that

reprices within one year divided by total parent company assets.

*Past Due and Nonaccrual Loans and Leases as Percent of Total Loans and Leases*

*90 Days and over Past Due (Percent of Loans and Leases)*

Loans and leases that are 90 days and over past due divided by parent company loans and leases, net of unearned income.

*Nonaccrual (Percent of Loans and Leases)*

Loans and leases that are in nonaccrual status divided by parent company loans and leases, net of unearned income.

*Total (Percent of Loans and Leases)*

Loans and leases that are 90 days or more past due and are in nonaccrual status divided by parent company loans and leases, net of unearned income.

*Guaranteed Loans as a Percent of Equity Capital*

*To Bank Subsidiaries (Percent of Equity Capital)*

Guaranteed loans to bank subsidiaries divided by parent company equity capital.

*To Nonbank Subsidiaries (Percent of Equity Capital)*

Guaranteed loans to nonbank subsidiaries divided by parent company equity capital.

*To Subsidiary BHCs (Percent of Equity Capital)*

Guaranteed loans to subsidiary bank holding companies divided by parent company equity capital.

*Total (Percent of Equity Capital)*

Total guaranteed loans to bank, non-bank, and bank holding company subsidiaries divided by parent company equity capital.

*Nonbank Assets of Nonbank Subsidiaries (Percent of Consolidated BHC Assets)*

Total combined nonbank assets of nonbank subsidiaries and their majority-owned direct and indirect subsidiaries divided by consolidated assets of the bank holding company.

*Combined Thrift Assets (Percent of Consolidated BHC Assets)*

Total combined assets of federal savings associations, federal savings banks and thrift subsidiaries (including any thrift institution filing the Thrift Financial Report) divided by consolidated assets of the bank holding company.

*Combined Foreign Nonbank Subsidiary Assets (Percent of Consolidated BHC Assets)*

Total combined foreign nonbank subsidiary assets divided by consolidated assets of the bank holding company.